## **Sales and Use Tax - (Local Marketing District - Special District Taxes)**

What is the Local Marketing District Tax?

The Local Marketing District tax became effective January 1, 2000. The Local Marketing District Tax is a tax levied only in certain areas within Colorado and is applied specifically on certain lodging services provided such as hotels, motels, condominiums, space rentals, camping facilities and services, auto camps and trailer parks. If one of these types of businesses rents rooms and accommodations for <u>less</u> than 30 days, a local marketing district tax is charged to the customer. The business then must file a local marketing district tax return <u>DR 1490</u>. This particular tax is **not** filed on the DR 0100 Colorado Combined Retail Sales Tax Return as are certain other special district taxes. It is not a sales tax, but is in addition to applicable state and local sales tax.

For Local Marketing District Tax boundaries and tax amounts see <u>Publication DRP 1002</u> "<u>Colorado Sales and Use Tax Rates</u>" located on the Web at <u>www.taxcolorado.com</u> This publication is updated in January and July of each year.

See also County Lodging Tax